Sectt. II-27—50,006—23-11-42.

Public Works

(1943) Department.

MS SERIES.

G.O. No. 1746

Dated 25-8-43.

[Despatch Abstract.]

ELECTRICITY - Udipi Electric Licence - Accounts for 1941-42 - Recorded with remarks.

SASTRI & SHAH
INCORPORATED ACCOUNTANTS.
REGISTERED ACCOUNTANTS.

C. S. SASTRI, B.A. (HONS.), F.S.A.A., R.A.
R. B. SHAH, B. COM., G.D.A., F.S.A.A., R.A.

TELEGRAMS: "INCORPACT," MADRAS.

TELEPHONE: 3031.

ORIENTAL BUILDINGS,
ARMENIAN STREET,
MADRA

3 FEB 1943

3rd February 1943.

The Secretary to the Government,
Public Works Department,
Fort St. George,
Madras.

Sir,

Re: The Udipi Electric Licence 1937 - The Udipi Electric Supply Corporation, Ltd., - Accounts for the year ended 31st March 1942.

We have checked and certified the statements of accoun of the above Licencee under the Electricity Act, which have been forwarded to you by the Company. We beg to report ther on as under:

The total extension of Capital Accounts during the yea amount to Rs.31,509-4-9. The Company has capitalised ~~to~~ - ~~Mains~~ a sum of Rs.2,000/- from the salary of the Managing Age and Rs.1,630-2-6 from establishment towards supervision charg This works out at less than 15% of the cost of ~~main.~~ Extension. No other Revenue ~~EX~~ Expenditure such as Postage, Telegram, etc. is capitalised. The following additions were made on Capit Works during the year.

Plant and Machinery.	Rs.	29,457	10	4
Mains.	"	972	2	11
Service Connections.	"	523	4	4
Buildings.	"	506	[illegible]	2
		31,509	4	9

The Company received Rs.2,555/- towards Share Capital. during the year.

Interest on 6% Mortgage Debentures Rs.~~32~~ 36-8-0 has been charged to Plant and Machinery as the Company contends the Debentures were raised for the purpose of original works i.e. purchase of Plant.

P.T.O.

The Engineer's salary has been shown as ~~Rs. 3,000~~ 30 : 30 : and 40% under Generation, Distribution and Management expenses. We have verified the service connection bills and the supervision charges to the consumers do not exceed 15% as allowed by the Government Rules.

No Depreciation has been charged on the fixed assets.

25% of Consumers' Security Deposits are not invested in Trustee Securities as ordered in your G.O.No.Ms.978.

In your G.O.No.Ms.1347, dated 2nd July 1940 you have ordered that out of the expenditure of Rs.16,937-8-4, the items of expenditure relating to intangible assets should be shown separately. This has not been done for the purpose of this return, as we are informed by the Managing Agents, that they are in correspondence with the Government.

The additions to the Plant during the year are for Rs.40,457-10-4 while there was a sale of Rs.11,000/- for a set

We have the honour to be,
Sir,
Your most obedient servants,

Encl: 1 Bill
(in triplicate)

R/SS.

P.W. Dept
DC No 711 VIII/40-1 dt 8-2-43
Referred to the Chief Elec Inspector to Govt for remarks.
for Secy to Govt
6/2/43

the Chief Elec Inspector to Govt.
6/2/43

THE UDAIPI ELECTRIC SUPPLY

1.STATEMENT OF

Appropriated for the
authorised by the al
of the year 3

Description of Capital	Authorised by	Number of Shares subscriped	Nominal amount per share
Ordinary Shares	Memorandom and Articles of Association	8,412	Rs.10/-
6% Comulative Preference Shares		6,000	Rs.10/-

II STATEMENT OF

Appropriated for the purpo
authorised bythe above me
of the year 31

AMOUNT

Description of Loan	At per cent	Amount borrowed
Mortgage Debentures	6%	Rs.60,000

MADRAS
24.12.42

CORPORATION, LIMITED, MADRAS.

SHARE CAPITAL.

irpose of the undertaking
e menttioned licence at the end of
March 1942.

alled up per share	Total paid-up	Issued not paid-up	Remaining unissued & unsubscribed	Total amount authorised
Rs.10/-	Rs.1,43,650/-	Rs.470/-	Rs.1,55,880/-	Rs.3,00,000
Rs.10/-				

LOAN CAPITAL.

for the undertaking of
loned licence at the end
March 1942.

RROWED

Remaining borrowing powers	Total amount of borrowing powers
Nil	Rs.60,000

Total Capital paid up	Statement No.I	Rs.1,43,650/-
Total Loan Capital borrowed	Statement No.II	Rs. 60,000/-
		Rs.2,03,650/-

'LEY COTE. LTD
CO. LTD.
Managing Agents
AGENTS

INCORPORATED ACCOUNTANTS
REGISTERED ACCOUNTANTS,
AUDITORS.

TELEGRAMS: "INCORPACT." TELEPHONE: 3031.

SASTRI & SHAH.

INCORPORATED ACCOUNTANTS.
REGISTERED ACCOUNTANTS.

ORIENTAL BUILDINGS.
ARMENIAN STREET, MADRAS.

No. A 362 3rd February 1943.

The Udigi Electric Supply Corporation Ltd;
through the Secretary to the Government of Madras,
Public Works Department, Madras. Dr.

For auditing the accounts of the Company for the year ended 31st March 1942 on behalf of the Government and certifying the Returns under the Electricy Act.	100 - -
(Rupees one hundred only)	100 - -

E.& O.E.

Sastri & Shah

THE UDIPI ELECTRIC SUPPLY

III CAPITAL ACCOUNT FOR THE YEAR

Expenditure	Expenditure upto the end of the previous year	Expenditure during the year	Total payments
1	2	3	4
To Preliminary expenses and Brokerage	8,093 - 6	55 - -	8,148 - 6
" Debenture Issue expenses	1,656 1 3		1,656 1 3
" Buildings	20,552 14 5	556 3 2	21,109 1 7
" Plant and Machinery	89,115 9 9	29,457 10 4	1,18,573 4 1
" Mains	89,814 - 3	972 2 11	90,786 3 2
" Service Connections	5,805 1 -	523 4 4	6,328 5 4
" Meters	4,963 5 9	228 12 5	5,192 2 2
" Transformers	3,095 - -		3,095 - -
" Public lamps & fixtures	2,083 9 4		2,083 9 4
" Furniture & fittings	1,562 9 -	7 5 6	1,569 14 6
" Motar Car & Cycle	977 - -	-40 - -	937 - -
" Library	200 10 -		200 10 -
" Tools & Instruments	1,255 3 4	86 13 7	1,342 - 11
	2,29,174 - 7	31,847 4 3	2,61,021 4 10

MADRAS
24.12.42

CORPORATION, LIMITED, MADRAS.

DED 31st MARCH, 1942.

Receipts	Receipts upto the end of the previous year	Receipts during the year	Total Receipts
1	2	3	4
By Ordinary Shares of Rs.10/- each	81,340 - -	2,385 - -	83,725 - -
" 6½% tax free Cumulative Preference Shares of Rs.10/- each	59,755 - -	170 - -	59,925 - -
" 6% Mortgage Debentures	60,000 - -		60,000 - -
	2,01,095 - -	2,555 - -	2,03,650 - -
Excess of Expenditure over receipts			57,371 4 10
			2,61,021 4 10

[illegible] LTD.
[illegible] CO. LTD.
Managing Agents
AGENTS

NCORPORATED ACCOUNTANTS,
REGISTERED ACCOUNTANTS,
AUDITORS.

THE UDIPI ELECTRIC SUPPLY

IV REVENUE ACCOUNT FOR THE

		Rs. A. P.	Rs. A. P.
	A. GENERATIONS:		
To	Fuel Oil	9,181 2 5	
"	Lubricating Oil	2,531 8 10	
"	Engine Room Stores	218 13 -	
"	Proportionate Salaries of Engineers & others	1,566 14 1	
"	Maintenance of Machinery & Plant	437 - - 4	
"	Maintenance of Buildings	124 13 4	14,060 4 -
	B. DISTRIBUTION:		
"	Proportionate Salaries of Engineers & Others	1,566 14 1	
"	Repairs & Maintenance of Mains	81 12 6	
"	Repairs & Maintenance of Meters	19 15 3	
"	Repairs & Maintenance of Transformers	82 1 5	
"	Repairs & Maintenance of House Service Connections	39 7 2	1,790 2 5
	C. PUBLIC LAMPS:		
To	Attendance, Repairs & Renewals		299 13 2
	D. RENTS, RATES & TAXES:		
To	Rents	1,105 9 10	
"	Rates & Taxes	180 - -	1,285 9 10
	E. MANAGEMENT EXPENSES:		
To	Managing Agents Remuneration	2,800 - -	
"	Directors' Fees	585 13 -	
"	General Establishment	1,805 12 6	
"	Conveyance & Motor Car Expenses	649 14 5	
"	Travelling Expenses	208 7 6	
"	Telephone "	117 5 3	
"	Postage & Telegrams	322 15 6	
"	Printing & Stationery	514 1 7	
"	Repairs to Furniture	2 8 6	
"	Sundry Expenses	528 13 3	
"	Electric charges	47 15 3	
"	Bank Commission	24 8 9	
"	Auditors of the Company	300 - -	
"	Auditors appointed under the Act	100 - -	8,018 3 6
	H. SPECIAL CHARGES:		
"	Rebates on Bills	247 4 6	
"	Service connections	1,315 2 2	
"	Insurance	78 11 -	1,641 1 8
"	Balance carried over to Statement No.V Net Revenue Account		7,406 4 10
			34,501 7 5

MADRAS
2 4.12.42

CORPORATION LIMITED, MADRAS.

YEAR ENDED 31st MARCH 1942.

		Rs.	A.	P.
By	Sale of Energy for Lighting purposes	19,970	8	6
"	Sale of Energy for Powers purposes	1,785	2	7
"	Sale of Energy under Special Contract	3,745	9	3
"	Public Lighting	4,752	8	5
"	Rental of Meters etc.	2,436	1	-
"	Transfer Fees	2	-	-
"	Service Connections	1,510	6	10
"	Miscellaneous Receipts from Consumers	299	2	10

DIA ELECTRIC SUPPLY CO. LTD,
THE MECHANICAL ENG. CO. LTD.

Director Managing Agents

NAGING AGENTS

INCORPORATED ACCOUNTANTS,
REGISTERED ACCOUNTANTS,
AUDITORS.

THE UDIPI ELECTRIC SUPPLY

V NET REVENUE ACCOUNT FOR

INTEREST:

On Security Deposit	161 12 10	
On Bank Over-draft	998 13 7	
Other Interest	833 5 4	
		1,993 15 9
Balance of Profit applicable to Dividends		9,114 -
		11,107 15 1

VI REVENUE FUND ACCOUNT FOR

N

VII DEPRECIATION FUND ACCOUNT

N

Managing Director

MANAGING

MADRAS
24.12.42

CORPORATION LIMITED, MADRAS.

THE YEAR ENDED 31st MARCH 1942.

By Balance from last account	7,527 - -		
Less Dividend on Preference Shares	3.825 5 -		
		3,701 11	-
By Balance from Revenue account		7,406 4	10
		11,107 15	10

THE YEAR ENDED 31st MARCH 1942.

L

INCORPORATED ACCOUNTANTS,
REGISTERED ACCOUNTANTS,
AUDITORS.

VIII GENERAL BALANCE SHEET

LIABILITIES

		Rs.	A.	P.
Total Receipts as per Statement No.III		2,03,650	0	0
Security Deposits from Consumers		6,468	14	4
Loans:				
Due to a Director	30,784 12 5			
Due to Others	25,833 5 4			
Bank Over-draft	10,023 1 7	66,641	3	4
Interest		900	0	0
Sundry Creditors		9,336	2	11
Unclaimed Dividends		252	7	9
Net Revenue Account		9,114	0	1
		2,96,362	12	5

MADRAS
24.12.42

CORPORATION LIMETED, MADRAS.

AS AT 31st MARCH 1942.

ASSETS

CAPITAL ACCOUNT:

Total amount expended for Works as per Statement No.III	,61,021	4	10
Store and Spare Gear	16,266	6	5
Sundry Debtors:	12,933	6	8
Advances and Prepaid Expenses	4,372	1	6
Cash with Banks	1,406	9	1
Cash on Hand	362	15	11
	2,96,362	12	5

...G ENG. CO. LTD.

...Managing Agents

...GING AGNETS

INCORPORATED ACCOUNTANTS,
REGISTERED ACCOUNTANTS,
AUDITORS.

THE UDIPI ELECTRIC SUPPL

NO.1X.STATEMENT OF ENERGY GENERATED.

tal energy enerated n Kilowatt Hours.	Kilowatt hours sold.					Kilowat hours not account ed for
	Public Lamps.	By Special Contract.	Consumers by meters for Lighting Purposes.	Consumers by meters for Power purposes.	Total.	
1.	2.	3.	4.	5.	6.	7.
57329.0	19917.0	30305.0	54424.0	12856.0	117502.0	13004.0

CORPORATION LIMITED. -

SOLD ETC., DURING THE YEAR 1941-42.

Kilowatt hours used on works.	Total Kilowatt hours accounted for	Kilowatts connected for Public Lamps.	Total consumers connected.	Total Kilowatts connected.	Plamt Kilowatts connected.	Maximum supply demanded on Kilowatts.
8.	9.	10.	11.	12.	13.	14.
26823.0	144325.0	8.72. ~~8.68~~ No Public light at Karkal.	575	313.948 at Udipi 32.8 at Karkal (includes -- station load at both the places	147 K.W. at Udipi & 15 K.W. at Kar-Kala.	Udipi 65K Karkal 8

FOR THE UDIPI ELECTRIC SUPPLY CORPN. LTD.
FOR THE M.E.C. ELECTRIC TING. CO. LTD.

Managing Director *Managing Agents*

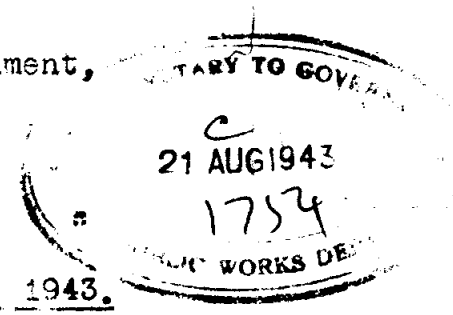
ELECTRICITY DEPARTMENT

From

Sri B.R. Somayajulu,
Chief Electrical Inspector to Government,
Triplicane, Madras.

To

The Secretary to Government,
Public Works Department,
Fort St. George, Madras.



No.161 A/43 dated 14th August 1943.

Sir,

Sub: Udipi Electric Licence - Accounts for 1941-42.

With reference to Govt. Endt. No.711 VII/43-1, dated 8-2-43, th accounts of the Udipi Electrical Undertaking for 1941-42 have been scrutinized and the following remarks are submitted.

The accounts under review relate to the third year of operation

The important features of working areas extracted below:-

	1941-42	1940-41
Total capital expenditure up to the end of the year.	Rs. 261021	Rs. 229737
Gross Profit	Rs. 7406	Rs. 5336
Revenue from Electric Supply	Rs. 30254	Rs. 25722
Net Profit from General Balance Sheet	Rs. 9114	Rs. 7527
Total units generated	157329	133907
Total units sold	117502	97158
Total No. of consumers	575	475
Maximum Demand	Udipi 65 K.W. Karkal 8 K.W.	75 K.W.

The auditor's bill for Rs.100/- for Government audit is in order a may be passed for payment by the licensee.

No.III - Capital Account.

The figures against the item "To plant & Machinery" under columns (2) and (3) and consequently the totals of columns (2) & (3) are incorrect. The correct figures are Rs.89,678-1-9, Rs.28,895-2-4, Rs.229736-8-7 and Rs.31,284-12-3 respectively. Necessary correc should be carried out in the [illegible] ted accounts kept with the licencee.

A sum of Rs.3635-2-6 representing a portion of the salaries of Managing Agents and establishment is reported to have been capitalised during the year under review. This works out at less than 15 % of the cost of completed capital works for the year. Capitalisation may therefor be accepted.

Inaddition to the above, a sum of Rs.3632-8-0 representing the interest on debentures of Rs.60,000 at 6% is reported to have been charg to 'Capital'. The auditor's justify the capitalisation on the ground that the debentures were utilised for payment of outstanding bills for original works (i.e. purchase of plant) and is therefore in order as per para 5(1) of G.O.No.1383 dated 4-6-41. I agree with the auditors.

NO. IV - REVENUE ACCOUNT.

The maintenance charges on "Public lamps" now reported to have been included along with the receipts under "Sale of energy by public lighting" may be exhibited separately.

Remarks on the action taken on G.O.No.Ms.2286 dated 4-7-42 and P.W.D. Letter No.2096 UII/42-2, dated 22-10-42.

A copy of the licensee's letter No.U.486/43 dated 19-7-43 is enclosed.

Paras 2(i),3, of G.O.No.Ms.2286 dated 4-7-42

The statement of the licensee will be verified during the scrutiny of the accounts for 1942-43.

Paras 2(ii), 2(iii), 2(iv), 2(vi) & 4 & 5.

The licensee's replies may be accepted.

Para 2(v)

This is being dealt with separately.

Para 6 --Meter rent.

The meter rent for a single-phase-meter continued to be 8 as. a month. In consideration of the fact that the undertaking is still in its infancy, and that no provision has been made for depreciation and the difficulties experienced by the licensee on account of war conditions, I suggest that question of reduction of meter rent may be deferred till the scrutiny of the accounts for 1942-43.

B.R. Somayajulu 20-8-43

Chief Electrical Inspector
to Government.

Encl. 1 copy of letter., one set of accts., audit report & bill in all

R.K.16-8. 8/1618.

Copy of letter No.U.486/43 dated 19th July 1943 from Messrs.The Udipi Electric Supply Corporation Ltd., 308-9, Lingha Chetti Street, Madras to the Chief Electrical Inspector to the Government of Madras, 1/12, San Thome High Road, Madras.

Sub: Udipi Electric Licence - Accounts for 1940-41....
Ref: P.W.D. G.O.No.Ms.2286 d/4-7-42 & Your letter No.2096-VII/42 of 22-10-42.

With reference to the above, we submit the following for your consideration and recommendation to the Government.

No.III - Capital Account.

(i) The instructions of the Government have been noted for our guidance and action.

(ii) The sum of Rs.976/0/5 representing the value of Meters on stock as on 31-3-41 has been transferred to the Stores Suspense Account during the year 1941-42 and the actual cost of Meters that have been issued from the Stores for hire on consumers' premises only has been transferred to the Capital Account. "Meters & Fees for certifying under the Act." This account thus now shows only the Meters that are on the consumers' premises and none in stock.

(iii) The Company has been making its best efforts for securing fresh capital and has issued some 3 % Second Cumulative Preference Shares for attracting capital but due to the war conditions, under the Defence of India Rules the Central Government has forbidden any fresh allotment. As such no capital can now be raised. We have to mention in this connection that all the interest-bearing loans have been cleared and only the loan due to the Director undecured and without interest is still remaining uppaid.

(iv) With regard to the capitalisation of the debenture interest, we have to mention once again that the Government was pleased to sanction capitalisation of 5 % only as per their communication No.2096-VII/42-2 dated 22nd October 1942. We have to mention that the capitalisation at 5 % is quite in order in accordance with the principles of G.O.No.1383 dated 4-6-41, page 8, under paragraph 5(i). The debentures were raised for the sake of satisfying the liability on account of the original works viz. the plant and Machinery purchased from M/S.Siemens (India) Ltd., The estimate for raising capital was in the first instance correct made but due to the uncertain economic conditions in the market all the Shares expected could not be raised. The original Machinery consisted of 3 sets, 2 of 112 K.W. and one of 40K.W. The Suppliers insisted over the 40K.W. set with which the town was switched on, but for handing over the two big sets the Suppliers insisted on paying the full amount. As such the debentures had to be raised without waiting for the raising of the capital in shares. Under the circumstances it will be clear that the debentures were raised for the original works and not for extensions. We have also to contend that GO No.1383 dated 4-6-41 stipulates 5 % only in the case of extensions but not for the original works. The rate of interest for the original works has been left to the availability of money in the market to the Licensee.

(v) A separate letter is being addressed to you in the matter of the expense of the intangible assets.

(vi) The sum of Rs.58/- shown to have been retrieved against the item "motor Car & Cycle" on the debtor side represents the originat book value of Cycle and also the sale price and as such there is no loss.

No.IV - Revenue Account. The instructions in G.O.No.978 dated 18-4-41 are strictly being followed now and we hope the present Returns for the year ending 31st March 1943 will meet with the approval of the Government.

No.V. Revenue Account. The interest on consumers' deposits is being paid from day to day strictly in accordance with the provisions in the booklet of "Rates and Conditions" and the same is being debited distinctly in the Revenue Account now.

General Balance Sheet: The Company is not yet in a position to invest the portion of the consumers' deposits in Government or Trust Securities but efforts will be made to follow the instructions of G.O. No.978 dated 18-4-41 from the year ending 31 st March 1944.

P. T. O.

Elec - Nidipi Elec Licensee - Accts for 1941-42 -
Recorded with remarks

Read again :- G.O.No. 2286 P.W. dt 4-7-42 (1)
From Sastri & Shah, Registered Accountants letter dt 3-2-43
From the C.E.I. Gy letter No 161A/43 dated 14-8-43

Recorded

2 No III Capital Account. Here enter A under 18 Cy.

3 No IV Rev Account. Here enter B under 19 Cy.

4 The recommendation of the C.E.I. Gy that the question of reduction of meter rent may be deferred till the scrutiny of the accts for 1942-43 is approved

5. A fee of Rs 100/- is sanctioned to the auditors for work done on behalf of the Govt. The licensee is requested to pay the amount to them as soon as possible

Nidipi Electricity Concern Ltd No 15, Mowbrays Road, Alwarpet.
Sastri & Shah. Incorporated Accountants, Oriental Bldgs Armenian Street, G.T. Madras.
C.E.I. Gy (2 copies)
Cash for Rs.

Government of Madras

LOCAL ADMINISTRATION DEPARTMENT

G.O. No. 3587, 13th September 1939

Allowance—Travelling—Local fund assistant engineers—For journeys on tour—Orders passed.

READ—the following paper :—

Memorandum No. 16572-1-C-2, L.A., dated 21st July 1939.

Order—No. 3587, L.A., dated 13th September 1939.

Under rule 16 (2) of the rules issued in G.O. No. 5055, L.A., dated 17th December 1938, local fund assistant engineers have to draw travelling allowance according to the Madras Travelling Allowance Rules for journeys within their districts. Several suggestions have been made by presidents of district boards in regard to the application of this rule, some of which have been accepted after careful consideration. The following orders are accordingly passed :—

(1) *Fixation of a limit to the amount drawn as travelling allowance.*—The amount of travelling allowance drawn by a local fund assistant engineer shall be subject to a maximum which shall vary from Rs. 450 to Rs. 600 for each half-year. The exact limit will be fixed by the district board for each subdivision with reference to its area, the nature of works in the subdivision and other relevant factors. It is considered undesirable to fix a monthly maximum as the amount of touring cannot be expected to be the same in every month

Sectt. II-15 (b)—15,006—27-10-41.

Received ..... 194 *Registered* 194

Abstract.

ELECTRICITY - Udipi Electric Licence - Accounts for 1941-42 - Recorded with remarks.

PUBLIC WORKS DEPARTMENT.

G.O. No. 1746, Ms. dated 25th August 1943.

ENCLOSURES.

No.

READ the following paper:--

G.O. No.2286, Public Works, dated 4th July 1942.
From Sastri & Shah, Registered Accountants, letter dated the 3rd February 1943.
From the Chief Electrical Inspector to Government, Letter No.161A/43 dated 14th August 1943.

--

ORDER:-

R e c o r d e d.

2. No.III Capital Account: The figures against the item "No plant and Machinery" under columns (2) and (3) and consequently the totals of columns (2) and (3) are incorrect. The correct figures are Rs.89,678-1-9, Rs.28,895-2-4, Rs.229736-8-7 and Rs.31,284-12-3 respectively. Necessary corrections should be carried out in the office copy of audited accounts kept with the licensees.

3. No.IV Revenue Account: The maintenance charges on "Public lamps" now reported to have been included along with the receipts under "Sale of energy by public lighting should be exhibited separately.

4. The recommendation of the Chief Electrical Inspector to Government that the question of reduction of meter rent may be deferred till the scrutiny ~~was~~ of the accounts for 1942-43 is approved.

5. A fee of Rs.100/- is sanctioned to the auditors for work done on behalf of the Government. The licensee is requested to pay the amount to them as soon as possible.

(By order of His Excellency the Governor)

C.K. VIJAYARAGHAVAN,
Secretary to Government.

To the Udipi Electric Supply Corporation Ltd. No.15, Mowbray's Road, Alwarpet.
To Messrs. Sastri & Shah, Incorporated Accountants, Oriental buildings Armenian Street, G.T., Madras.
To the Chief Electrical Inspector to Government (2 copies).

/True copy/ Forwarded /By order/

SUPERINTENDENT.

WTR/26.8.